

over any of the others by reason of priority in the time of issue, negotiation or certification thereof, or otherwise, howsoever; provided that none of the said bonds, so to be issued by the said Company, shall be obligatory as against the said Company, or deemed to be secured by this Indenture, unless and until the certificate thereon endorsed authenticating the same, as indicated in the form of bond hereinbefore set forth, shall be subscribed by the said Trustee or by its Successors in the trust hereby created, but such certificate when so subscribed shall be conclusive evidence that the bond so certified has been duly issued hereunder and is entitled to participate in the benefits of the trust herein and hereby created.

## ARTICLE II.

## DESCRIPTION, EXECUTION, ISSUE AND CERTIFICATION OF BONDS

Section 1. The issue of bonds described herein and secured by this Mortgage shall be known as First Mortgage Bonds, of an aggregate par value of Six Hundred Five Thousand (\$605,000.00) Dollars, and substantially in the form hereinbefore set forth, all dated May 1, 1936, and to be issued in denominations of \$500.00 and \$1,000.00, the \$500.00 Bonds to be numbered consecutively from D. 1 upward and the \$1,000.00 Bonds from M. 1 upward.

Section 2. The bonds created and secured hereby shall bear interest at the rate of Four and one-half ( $4\frac{1}{2}\%$ ) per cent per annum payable semi-annually, on the first day of May and of November in each year, and shall after the execution and delivery of these Presents and the registering and recording of this Indenture, be certified and delivered upon the written order or orders of the President or Vice-President, and Treasurer of the Company, which order or orders shall state the number of each denomination of the bonds so to be certified and delivered, and shall be accompanied by a copy of the resolution authorizing such certification and delivery, certified by the Secretary under the seal of the Company to have been adopted by a majority vote of the directors at a meeting of the directors of the Company legally called, convened and held. These bonds are to be used for the purpose of retiring the present outstanding First Mortgage Serial Gold Bonds of the Company under and pursuant to the order of the United States District Court for the Western District of South Carolina, dated October 14, 1936, in the matter of the reorganization of Woodside Securities Company.

Section 3. Bonds may be exchanged for bonds of the same aggregate principal amount, but of a different denomination, upon compliance by the holders thereof with such regulations as the Company and Trustee from time to time may provide and upon payment of such charge as the Company and/or Trustee may from time to time require to cover the cost of providing bonds for such exchange and the expense incidental thereto. All bonds so surrendered and all bonds delivered in exchange therefor shall be accompanied with all unmatured coupons belonging thereto. All bonds executed, authenticated and delivered in exchange for bonds so surrendered shall be the valid obligation of the Company, evidencing the same debt as the bonds surrendered, and shall be secured by the lien of this Indenture, and entitled to all of the benefits and protection hereof to the same extent as the bonds in exchange for which they are executed, authenticated and delivered.

Section 4. The interest on the bonds shall be payable only upon presentation and surrender of the several coupons for said interest as they respectively mature, and when paid such coupons shall forthwith be cancelled.

Section 5. The interest coupons to said bonds attached, secured or intended to be secured by this Mortgage or Deed of Trustee shall be authenticated by the facsimile signature of the Treasurer of the Company printed or lithographed thereon, which facsimile signature shall be regarded and treated in all respects, in fact and in law, as equivalent to the manual signing of the said coupons by the said Treasurer. In case any of the officers who, on behalf of the Company shall have signed and sealed any of the bonds issued under this Indenture, shall die, or cease to be such officers of the Company before the bonds so signed and sealed shall have been actually certified and delivered by the Trustee, nevertheless, upon the request of the Company, such bond